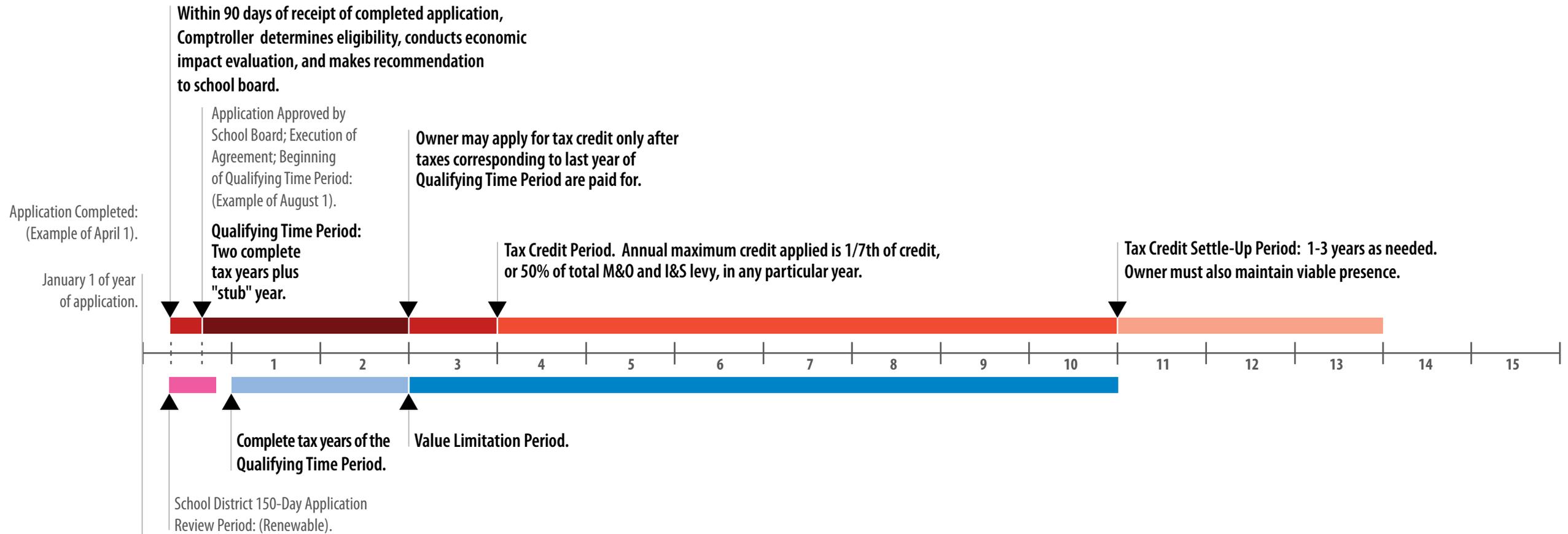


Appraised Value Limitation and Credit under Tax Code

Chapter 313 for School District Maintenance & Operations (M&O) Tax



Each solid tick mark on this timeline represents January 1 of a tax year.

The owner of a project pays full M&O tax levy during the Qualifying Time Period, but earns a credit for the levy in excess of the limitation amount during those years.

The taxable value of a project for the School District M&O levy is reduced to the limitation amount during the Value Limitation Period.

Variations:

Note: Tax Code Section 313.027(h) allows applicant and school district to agree to defer beginning of Qualifying Time Period.

Note: Companies applying for a tax credit before June 15, 2007 have a one-year Tax Credit Settle-Up Period.

Note: Advanced clean energy and nuclear energy projects may have longer Qualifying Time Periods.